EXHIBIT 4 BOH

TESTIMONY IN FAVOR OF HB 138 HB BEFORE THE HOUSE BUSINESS AND LABOR COMMITTEE JERRY KECK, ADMINISTRATOR EMPLOYMENT RELATIONS DIVISION DEPARTMENT OF LABOR AND INDUSTRY JANUARY 8, 2009

Chairman Wilson and members of the committee, my name is Jerry Keck. I am the administrator of the Employment Relations Division of the Department of Labor and Industry. First, I want to thank Rep. Hunter for agreeing to carry this bill.

The Employment Relations Division implements and administers a number of programs affecting the employer – employee relationship. One area of regulatory responsibilities is in workplace safety standards for public employers.

- 1. Sections 1 (page 2) identifies the short title as the Montana Occupational Safety and Health Act.
- 2. Section 2 (pages 2-3) includes the definitions used in the act.
- 3. Section 3 (page 3) outlines the administrative authority of the Department. It also identifies the funding sources, which are a combination of federal grants and workers' compensation administration funds. This section also allows the Department to develop a statewide employment safety program. This is important since the major cost driver contributing to our high workers' compensation premium rates is the frequency rate of injuries in Montana.
- 4. Section 4 (pages 3-4) defines the Department rulemaking authority for adopting appropriate safety and health standards; and provides for a mechanism to grant variances in specific circumstances.
- 5. Section 5 (pages 4-5) clarifies that the standards adopted under this act apply only to public sector employers and employees in the state; and also identifies which employers and entities the standards to not apply to.
- 6. Section 6 (page 5) defines the duty of public sector employers to provide a safe work place and the duty of public sector employees to follow the safety standards that are established for public sector employment.
- 7. Section 7 (page 5) allows the Department to establish by rule the records that must be maintained by public sector employers related to occupational injuries. It also encourages consistency in the reports required for a workers' compensation injury and an occupational injury under this act so that employers meet both obligations with a single report.

- 8. Section 8 (pages 5-6) establishes the authority of the Department to do inspections of public sector workplaces.
- 9. Section 9 (pages 6-7) requires the Department to make a written report of each inspection. The report must include a list of any violations identified during the inspection. The Department may also issue a written citation or assess a penalty of not more than \$1,000 for each violation.
- 10. Section 10 (page 7) defines the circumstances when the Department may issue a stoop-work order when a violation poses an immediate and substantial risk of serious injury or death.
- 11. Section 11 (page 8) specifies when the Department may seek injunctive relief to address serious violations of safety standards.
- 12. Section 12 (page 8) allows the Department to provide onsite safety consultation services to either public or private employers when requested by the employer.
- 13. Section 13 (page 8) prohibits retaliation against a public sector employee who reports a safety violation or cooperates with the Department in an inspection.
- 14. Sections 14 and 15 (pages 9-13) include cross references to other sections of law to maintain clarity and consistency with the changes provided in HB 138.
- 15. Section 16 (pages 13-14) amends the Montana Safety Culture Act to clarify that both the Department and an insurer may provide safety consultation services to public or private employers.
- 16. Section 17 (page 14) leaves the definitions of employee and employer in Title 50, Chapter 71 needed to clarify the sections of Chapter 71 that are not being repealed.
- 17. Sections 18 through 21 (pages 14-16) are minor changes to the Montana Coal Mining Act to address issues identified by the Legislative Audit Committee in a regular performance audit of the Department.
- 18. Section 22 (pages 16-17) identify the sections of the Montana Safety Act and Occupational Safety Act of Montana that are being repealed and replaced by HB 138.
- 19. Sections 23 through 26 (Page 17) include notification to tribal governments, codification instructions, a saving clause, and an effective date of July 1, 2009
- Mr. Chairman, members of the committee, I believe that HB 138 simplifies and streamlines our existing statutes and Department practices into a unified body of law. The department requests your support for HB 138. Thank you.

House Bill 138 cross-walk table:

| 2009 legislation | existing sta Health Act | itutes Safety Act | |
|--|----------------------------|------------------------|--|
| Sec. 1, short title | 50-70-101 | 50-71-101 | |
| Sec. 2, definitions | 50-70-103 | 50-71-102 | |
| Sec. 3, administrative authority | 50-70-104 | 50-71-106 | |
| · | | 50-71-107 | |
| | | 50-71-316 | |
| Sec. 4, rulemaking - variances | 50-70-105 | 50-71-301 | |
| | 50-70-114 | 50-71-302 | |
| | | 50-71-311 | |
| | | 50-71-312 | |
| | | 50-71-314 | |
| | | 50-71-315 | |
| Sec. 5, applicability of standards | 50-70-102 | 50-71-201 | |
| | | 50-71-202 | |
| Coo C dutter of the control of the c | | 50-71-203 | |
| Sec. 6, duties of employers and employees | | 50-71-201 | |
| | | 50-71-202 | |
| Soo 7 omployer records and reverts | f., | 50-71-203 | |
| Sec. 7, employer records and reports Sec. 8, inspections | [new] | [new] | |
| Sec. o, inspections | 50-70-115 | 50-71-321 | |
| Sec. 9, report of inspection –violations | 50 70 444 | 50-71-322 | |
| oec. 9, report of inspection –violations | 50-70-111 50-70-116 | 50-71-323 | |
| | 50-70-118 | 50-71-324 50-71-325 | |
| | 50-70-116 | 50-71-325 | |
| | | 50-71-332 | |
| | | 50-71-333 | |
| • | | 50-71-334 | |
| Sec. 10, stop-work orders | 50-70-117 | 50-71-327 | |
| Sec. 11, injunctive relief | 50-70-118 | 50-71-326 | |
| Sec. 12, safety consultation services | 50-70-105 | | |
| Sec. 13, retaliation prohibited | [new] | [new] | |
| Sec. 14, amend 20-15-403, application of othe | r school distri | | |
| Sec. 15, amend 39-71-201, administration fund | | | |
| Sec. 16, amend 39-71-1503, safety consultations | | | |
| Sec. 17, amend 50-71-102, safety definitions | | | |
| Sec. 18, amend 50-73-102, mine definitions | | | |
| Sec. 19, amend 50-73-402, department authority to inspect coal mines | | | |
| Sec. 20, amend 50-73-406, mine inspections | | | |
| Sec. 21, amend 50-73-409, posting at mines | | Escape a september | |

(continued next page)

Sec. 22, repealer clause Sec. 23, tribal notification clause Sec. 24, codification instruction

Sec. 25, savings clause Sec. 26, effective date

House Bill 138 cross-walk table:

| 1969 Safety | Act | 2009 legislation |
|---|---|---|
| 50-71-101 50-71-102 50-71-103 50-71-104 50-71-105 50-71-106 50-71-107 50-71-109 50-71-110 | [short title] [definitions] [applicability to contractors] [existing structures] [bureau chief qualifications] [administrative powers] [general research] [appoint advisors] [report health hazards to DEQ] [misdemeanor] | Sec. 1 Sec. 2 no comparable provision no comparable provision no comparable provision Sec. 3 Sec. 3 no comparable provision no comparable provision no comparable provision no comparable provision |
| 50-71-201 50-71-202 50-71-203 | [employer to use safety items] [employer to use safe practices] [can't remove safety devices] | not affected by HB 138 not affected by HB 138 not affected by HB 138 |
| 50-71-301 50-71-302 50-71-303 [reserved] | [safety rules] [rulemaking procedure] [production of evidence] | Sec. 4 covered by MAPA covered by MAPA |
| 50-71-311 50-71-312 50-71-313 50-71-314 50-71-315 50-71-316 [reserved] | [safety rules] [rules consistent with stds] [30 days for rules to take effect] [rules published] [variances] [dept. assistance] | Sec. 4 Sec. 4 no comparable provision Sec. 4 Sec. 4 Sec. 3 |
| 50-71-321 50-71-322 50-71-323 50-71-324 50-71-325 50-71-326 50-71-327 [reserved] | [inspections] [reports of violations] [compliance order] [time to comply] [violation – order to comply] [injunction] [stop work order] | Sec. 8 Sec. 9 Sec. 9 Sec. 9 Sec. 9 Sec. 11 Sec. 10 |
| 50-71-331 50-71-332 50-71-333 50-71-334 | [hearing rights] [hearing process] hearing process] [judicial review] | Sec. 9 Sec. 9 Sec. 9 Sec. 9 |

Cross-walk table:

1971 Health Act

50-70-101

50-70-102

50-70-103

50-70-104

50-70-105

50-70-106

50-70-107

50-70-108

50-70-109

50-70-110

50-70-111

50-70-112

50-70-113

50-70-114

50-70-115

50-70-116

50-70-117

50-70-118

[emissions prohibited]

[emergency/stop work]

[variances]

[penalty]

[inspections]

[enforcement]

[short title] Sec. 1 [declaration of policy] Sec. 5 [definitions] Sec. 2 [administration] Sec. 3 [department authority] Sec. 4, 12 (previously repealed) n/a [duty of physicians to report] no comparable provision [apply for federal aid] Sec. 3 [confidentiality of records] no comparable provision (previously repealed) n/a [hearings] Sec. 9 [permits for devices] no comparable provision

2009 legislation

no comparable provision

Sec. 4

Sec. 8

Sec. 10

Sec. 9, 11

Sec. 9, 11